## **SENATE**

# . No. 1546

## The Commonwealth of Massachusetts

PRESENTED BY:

#### Susan C. Tucker

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the passage of the accompanying bill:

An Act Relative to Energy Efficiency in Affordable Housing.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:
Susan C. Tucker	Second Essex and Middlesex
Bruce E. Tarr	First Essex and Middlesex
Harriette L. Chandler	First Worcester
William G. Greene, Jr.	22nd Middlesex
Patricia D. Jehlen	Second Middlesex
James B. Eldridge	Middlesex and Worcester
Denise Provost	27th Middlesex
Kay Khan	11th Middlesex
Barbara A. L'Italien	18th Essex
William Lantigua	16th Essex
Marc R. Pacheco	First Plymouth and Bristol

### The Commonwealth of Massachusetts

In the Year Two Thousand and Nine

AN ACT RELATIVE TO ENERGY EFFICIENCY IN AFFORDABLE HOUSING.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

SECTION 1. The department of energy resources, in consultation with the department of 1 2 housing and community development, shall establish a program to assist owners of multifamily 3 low and moderate income rental housing with the purchase of energy efficient items for 4 residential building modifications. For the purposes of this program, energy efficient items shall 5 include home insulation; new window installation; advanced programmable thermostats; micro-6 combined heat and power systems; fuel efficient furnaces, boilers or controls; solar or fuel 7 efficient domestic hot water systems; materials for insulation or sealing of a duct, attic, 8 basement, rim joint or wall; pipe insulation for heating systems; or other items for use in a 9 residential dwelling that reduce energy consumption. 10 In establishing the program, the department shall develop a list of qualified state or federally 11 chartered banking institutions or credit unions that do business in the commonwealth and that are 12 governed by chapter 167 or 171 of the General Laws as participatory lending institutions. For the purposes of this section, a qualified lending institution shall include a lending institution that is 13 14 certified by the executive office of energy and environmental affairs and which shall offer zero

or multiple dwellings and shall include the Massachusetts Housing Finance Agency and the Massachusetts Housing Partnership. The program shall be funded pursuant to section 19 of chapter 25 of the General Laws. Not less than \$4 million shall be made available annually to assist participating financial institutions in offering these loan products by or through interest rate write downs or other credit enhancement features.

The department of energy resources, in consultation with the department of housing and community development, shall establish the rules and guidelines to carry out the purposes of this section, including, but not limited to, establishing applicant criteria, application forms and procedures, energy efficiency product requirements and lending institution tracking and

reporting requirements. The department shall submit a report detailing the rules and guidelines

and the program results to the joint committee on telecommunications, utilities and energy and

the joint committee on housing no less than every two years.

and low interest loans for the purpose of enhancing the energy efficiency of a residential building

SECTION 2. For a program to be administered by the Massachusetts Housing Finance Agency to be known as the Housing Efficiency and Affordability Program to provide grants, low interest loans, credit enhancements, no interest loans, or other financial assistance for the purchase of energy efficient items in new low and moderate income housing sponsored by forprofit and non-profit organizations; provided that said applicants demonstrate that the building design incorporates energy conservation measures that exceed those required by the state building code by at least fifteen per cent or are otherwise designed to comply with energy star standards; provided further that said applicants demonstrate that installation of the energy efficiency measures reduced the energy consumption in said housing; provided further that not more than two per cent of total funding may be expended to cover the actual costs of

41	general laws\$5,000,000
40	Massachusetts Renewable Energy Trust established pursuant to section E of chapter 40J of the
39	shall provide \$5,000,000 to match the amount appropriated herein with funds from the
38	administering the program; provided further that the Massachusetts Technology Collaborative